Questions and Answers Regarding the Suspension of Contracts

- Q1. Is my contract cancelled or suspended?
- A1: Currently your contract is only suspended.
- Q2: What does "suspended" mean?
- A2: On hold or temporarily not in effect.
- Q3: What is meant by exempt?
- A3: Services and functions of state government directly related to the preservation and protection of human life and safety, or deemed critical and exempt by the Order, will not be affected.
- Q4: I have several contracts with the state, why are some exempt and some are not?
- A4: The Governor's Executive Order makes exceptions for services and functions of state government deemed critical and exempt by the Order.
- Q5: When will I get paid for work performed or goods provided under the suspended contract?
- A5: Invoices for agreements entered into for goods purchased and services provided in the prior fiscal year will continue to be processed. Once the budget is approved, processing of the remaining invoices for payment will resume.
- Q6: Will I get interest for work completed and invoiced but not yet paid?
- A6: Please refer to the Prompt Payment Act, Government Code Section 927-927.12.
- Q7: If this is a consulting contract and I don't have any deliverables due for several months, can I continue working?
- A7: No, you should not continue working.
- Q8: When my contract resumes will I still be held to the original deliverable dates?
- A8: Once the budget is approved, each contract will be reviewed to determine if deliverable dates should be adjusted.
- Q9: If I choose to cancel my deliverable-based contract as a result of this suspension, will I be paid for services rendered to date on that deliverable (partial deliverable)?
- A9: Payment for partial deliverables would only be allowed if it was provided for in the terms of the contract and then only if services were performed during a prior fiscal year.
- Q10: What will happen if my resources move to another project during this suspension and they are not available when the suspension is lifted?
- A10: The Department will address such issues on a case by case basis.
- Q11: Who should I contact if I have additional questions?
- A11: Between 8:00 a.m. and 5:00 p.m. PDT, please refer Information Technology contract questions to: (916) 657-6282 and Non-Information Technology goods and services to (916) 657-7771.